

**noon**  
SUGAR MILLS LTD.

Condensed Interim  
Financial Statements  
for the Nine Months Ended

30 June 2021  
(Un-Audited)

2021



**Noon Sugar Mills Limited**

66 - Garden Block, New Garden Town, Lahore.

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## CORPORATE INFORMATION

<b>BOARD OF DIRECTORS</b>	Mr. K. Iqbal Talib Lt Col Abdul Khaliq Khan (Retd) Mr. Salman Hayat Noon Mr. Saif Ullah Khan Noon Mr. Irfan Ahmed Syed Ali Raza Ms. Maryam Mamdot	Chairman Chief Executive / Director (Non- Executive Director) (Non- Executive Director) (Non- Executive Director) (Non- Executive / Independent Director) (Non- Executive / Independent Director)
<b>AUDIT COMMITTEE</b>	Syed Ali Raza Mr. Salman Hayat Noon Mr. Saif Ullah Khan Noon Ms. Maryam Mamdot	Chairman Member Member Member
<b>HR &amp; R COMMITTEE</b>	Syed Ali Raza Mr. Salman Hayat Noon Mr. Saif Ullah Khan Noon Lt Col Abdul Khaliq Khan (Retd)	Chairman Member Member Member
<b>TECHNICAL COMMITTEE</b>	Mr. Salman Hayat Noon Mr. Saif Ullah Khan Noon Lt Col Abdul Khaliq Khan (Retd) Mr. Irfan Ahmed	Chairman Member Member Member
<b>MANAGEMENT</b>	Lt Col Abdul Khaliq Khan (Retd) Mr. Rizwan Sohail (FCA)	Chief Executive Chief Financial Officer
<b>COMPANY SECRETARY</b>	Mr. Nasir Iqbal Ansari	
<b>HEAD INTERNAL AUDIT</b>	Muhammad Ashfaq (FCMA)	
<b>AUDITORS</b>	Shinewing Hameed Chaudhri & Co., Chartered Accountants	
<b>LEGAL ADVISERS</b>	Hassan & Hassan (Advocates)	
<b>BANKERS</b>	Al Baraka Bank (Pakistan) Limited Askari Bank Limited Bank Alfalah Limited – Islamic Banking Bank Islami Pakistan Limited Dubai Islamic Bank Pakistan Limited JS Bank Limited MCB Bank Limited Meezan Bank Limited Standard Chartered Bank (Pakistan) Limited United Bank Limited	

**REGISTERED / HEAD OFFICE**

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Lahore.  
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E-mail: noonshr@brain.net.pk  
noonshr66@gmail.com

**SHARES REGISTRAR**

Corplink (Pvt.) Limited  
Wings Arcade, 1-K Commercial,  
Model Town, Lahore.  
Tel. # (042) 35839182, 35916714, 35916719  
Fax # (042) 35869037, E-mail: shares@corplink.com.pk  
Website: www.corplink.com.pk

**MILLS**

Bhalwal, District Sargodha.

**WEBSITE**

[www.noonsugar.com](http://www.noonsugar.com)

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## DIRECTORS' REVIEW

### DEAR MEMBERS

The Directors of Noon Sugar Mills Limited are pleased to present the condensed un-audited interim financial statements of the Company for the nine months period ended on June 30<sup>th</sup>, 2021.

### FINANCIAL RESULTS

A comparison of the financial results for the nine months period ended June 30<sup>th</sup>, 2021, as against June 30<sup>th</sup>, 2020, is as follows:

	Nine Months Period Ended June 30 <sup>th</sup>	
	2021	2020
	Rupees in million	
Net sales	6,727	4,193
Gross profit	740	817
<b>Earnings before tax</b>	<b>249</b>	258
Taxation	(88)	(56)
<b>Earnings after tax</b>	<b>161</b>	202
	Rupees	
<b>Basic earnings per share</b>	<b>9.74</b>	12.21

During the reporting period, the sales revenue of the Company was Rs.6,727 million as compared to Rs. 4,193 million for the corresponding period of the last year. Gross profit was Rs.740 million as compared to Rs.817 million in the corresponding period of the last year. Profit after taxation, for the period, is Rs.161 million against Rs.202 million of the same period of last year and earnings per share is Rs.9.74, as compared to the earnings of Rs.12.21 per share in the corresponding period of the last year.

### OPERATIONAL RESULTS

#### Sugar Division

The operational performance of the Sugar segment for the period under review, with comparative statistics of the corresponding period are tabulated below:

		Nine Months Period Ended June 30 <sup>th</sup>	
		2021	2020
Operating Period	Days	121	105
Cane Crushed	M.Tons	863,552	543,477
Sugar Produced	M.Tons	82,710	52,788
Average Sucrose Recovery	%age	9.60	9.71
Molasses Recovery	%age	4.30	4.48
Molasses Produced	M.Tons	37,033	24,341

The current crushing season commenced on November 15, 2020. Your mills crushed 863,552 M. Tons of sugarcane and produced 82,710 M. Tons of sugar, with an average sucrose recovery of 9.60% in the 121 days of operation as compared to 543,477 M. Tons of the sugarcane crushed and 52,788 M. Tons of the sugar production with 9.71% sucrose recovery in 105 days' operation, in the corresponding period of the last year.

Continuous efforts of your management resulted in an increased supply of sugarcane and therefor a significant increased quantity of sugarcane crushed. The sugarcane price remained on the higher side during the crushing season, which coupled with a slight decrease in the sugar recovery have resulted in an increase of the sugar production cost.

### **Distillery Division:**

The operational performance of the Distillery segment for the period under review with the comparative statistics of the comparative period is tabulated below:

		Nine Months Period Ended June 30 <sup>th</sup>	
		2021	2020
Operating Period	Days	208	263
Molasses Processed	M. Tons	98,153	73,676
Ethanol Produced	M. Tons	19,369	14,680
Average Yield	Ltrs./ M .Ton	247	249

The Distillery plants processed 98,153 M. Tons of molasses and produced 19,369 M. Tons of ethanol with an average yield of 247 liters of ethanol per M. Ton of molasses in 208 days operation, as compared to 73,676 M. Tons of molasses processed and 14,680 M. Tons production of ethanol at an average yield of 249 liters of ethanol per M. Ton of molasses, in 263 days operation, during the corresponding period of the last year.

## **FUTURE OUTLOOK**

### **Sugar Division**

Attractive returns of the sugarcane crop have been found appealing by the growers and a healthy trend has been observed towards the plantation of this cash crop. A final sugarcane survey is under process and thriving improvements in both, sugarcane cultivated area and yield, have been observed.

The Federal and The Provincial Governments are continuously putting undue pressure on the sugar industry by imposing strict administrative and legal measures, to control the sugarcane and the sugar retail prices. Placement of Sugar in 3<sup>rd</sup> Schedule of Sales tax, will also discourage the sugar supply chain and has increased the tax burden on consumers.

The prompt payment of sugarcane and continued support of your management by providing agricultural inputs, & field support services through Agri-appliances and on field training to growers has strengthened our relations with farmers, which helps to ensure a smooth supply of sugarcane in next season.

**Distillery Division:**

Due to lower ethanol prices and the increased cost of raw material, there is a steep fall in the profits of the distillery division. Your management is continuously taking steps to improve the profitability of this segment. We are hopeful that the profit margins of this segment will be improved in the last quarter by taking cost saving measures and increasing our production.

**ACKNOWLEDGEMENT**

The Board is thankful to all of its stakeholders for their invaluable consistent support to the Company. The Board would also like to place on record its appreciation to all the employees of the Company for their dedication, diligence and hard work.

For and on behalf of the Board of Directors



**Lt Col Abdul Khaliq Khan (Retd)**  
Chief Executive



**Salman Hayat Noon**  
Director

Lahore: July 29, 2021



## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

	Un-Audited June 30, 2021	Audited September 30, 2020
Note	---- Rupees in '000 ----	
<b>Equity and Liabilities</b>		
<b>Share Capital and Reserves</b>		
Authorised capital 20,000,000 ordinary shares of Rs.10 each	<u>200,000</u>	<u>200,000</u>
Issued, subscribed and paid-up capital 16,517,453 ordinary shares of Rs.10 each	<u>165,175</u>	<u>165,175</u>
Reserves	<u>249,217</u>	<u>249,217</u>
Unappropriated profit	<u>821,622</u>	<u>718,618</u>
	<b>1,236,014</b>	<b>1,133,010</b>
<b>Non-current Liabilities</b>		
Long term finance	112,500	150,000
Lease liabilities	1,856	3,258
Staff retirement benefits - gratuity	59,856	55,582
	<u>174,212</u>	<u>208,840</u>
<b>Current Liabilities</b>		
Trade and other payables	5 449,679	318,282
Contract liabilities	125,345	122,445
Accrued mark-up	87,186	46,673
Short term finances	6 4,305,165	2,277,596
Current portion of non current liabilities	78,086	43,991
Unclaimed dividends	5,100	5,100
Unpaid dividends	3,992	3,658
Provision for taxation	201,659	113,796
	<u>5,256,212</u>	<u>2,931,541</u>
	<b>5,430,424</b>	<b>3,140,381</b>
<b>Contingencies and commitments</b>	7	
	<u>6,666,438</u>	<u>4,273,391</u>

The annexed notes form an integral part of these condensed interim financial statements.

**Lt Col ABDUL KHALIQ KHAN (Retd)**  
Chief Executive

## AS AT JUNE 30, 2021

		Un-Audited June 30, 2021	Audited September 30, 2020
	Note	--- Rupees in '000 ---	
<b>Assets</b>			
<b>Non-current Assets</b>			
Property, plant and equipment	8	1,521,292	1,521,246
Investment property		16,300	7,763
Loans and advances		2,349	1,856
Security Deposits		4,358	3,654
		1,544,299	1,534,519
<b>Current Assets</b>			
Stores, spares and loose tools		91,841	76,203
Stock-in-trade	9	3,330,272	1,006,162
Trade debts		802,980	677,173
Loans and advances		331,746	587,660
Short term prepayments		8,011	5,314
Other receivables		218,964	194,778
Income tax refundable, advance income tax and tax deducted at source		227,942	140,056
Cash and Bank balances		110,383	51,526
		5,122,139	2,738,872
		6,666,438	4,273,391

The annexed notes form an integral part of these condensed interim financial statements.



**SALMAN HAYAT NOON**  
Director



**RIZWAN SOHAIL**  
Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS PERIOD ENDED JUNE 30, 2021

	Note	Quarter ended		Nine months period ended	
		June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
----- Rupees in '000 -----					
Sales - net	10	2,490,691	1,839,550	6,726,853	4,193,416
Cost of sales		(2,203,843)	(1,481,733)	(5,986,710)	(3,376,560)
<b>Gross profit</b>		<b>286,848</b>	357,817	<b>740,143</b>	816,856
Distribution and marketing expenses		(59,696)	(67,312)	(159,404)	(136,992)
Administrative expenses		(47,275)	(40,009)	(156,018)	(132,244)
Other income		1,087	7,393	49,640	11,874
Other expenses		(4,790)	(19,307)	(16,780)	(25,586)
<b>Profit from operations</b>		<b>176,174</b>	238,582	<b>457,581</b>	533,908
Finance cost		(86,492)	(105,577)	(208,903)	(275,930)
<b>Profit before taxation</b>		<b>89,682</b>	133,005	<b>248,678</b>	257,978
Taxation	11	(31,344)	(24,025)	(87,863)	(56,278)
<b>Profit after taxation</b>		<b>58,338</b>	108,980	<b>160,815</b>	201,700
Other comprehensive income		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>58,338</b>	108,980	<b>160,815</b>	201,700
----- Rupees -----					
<b>Earnings per share - basic and diluted</b>		<b>3.53</b>	6.60	<b>9.74</b>	12.21

The annexed notes form an integral part of these condensed interim financial statements.

  
**Lt Col ABDUL KHALIQ KHAN (Retd)**  
 Chief Executive

  
**SALMAN HAYAT NOON**  
 Director

  
**RIZWAN SOHAIL**  
 Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2021

	Nine months period ended	
	June 30, 2021	June 30, 2020
	-- Rupees in '000 --	
<b>Cash flow from operating activities</b>		
Profit for the period before taxation	248,678	257,978
Adjustments for non-cash charges and other items:		
Depreciation on property, plant & equipment and investment property	111,912	119,279
Gain on sale of operating fixed assets	(726)	-
Provision for staff retirement benefits - gratuity	10,210	9,036
Interest / mark-up income	(1,249)	(1,728)
Provision for slow moving stores and spares inventory	-	356
Finance cost	208,903	275,930
<b>Profit before working capital changes</b>	577,728	660,851
Decrease / (increase) in current assets:		
Stores, spares and loose tools	(15,638)	21,640
Stock-in-trade	(2,324,110)	(1,510,048)
Trade debts	(125,807)	185,032
Loans and advances	255,914	252,906
Short term prepayments	(2,697)	(3,834)
Other receivables	(24,186)	(2,461)
	(2,236,524)	(1,056,765)
<b>Increase in current liabilities:</b>		
Trade and other payables	131,397	89,545
Contract liabilities	2,900	42,161
	134,297	131,706
<b>Cash used in operating activities</b>	(1,524,499)	(264,208)
Income tax paid	(87,886)	(58,803)
Staff retirement benefits (gratuity) - paid	(5,936)	(2,215)
<b>Net cash used in operating activities</b>	(1,618,321)	(325,226)
<b>Cash flow from investing activities</b>		
Additions to property, plant and equipment	(113,762)	(125,620)
Additions to Investment property	(8,576)	-
Sale proceeds of operating fixed assets	2,569	-
Security deposits	(704)	225
Interest / mark-up received	1,249	1,728
Loans and advances - net	(493)	(546)
<b>Net cash used in investing activities</b>	(119,717)	(124,213)
<b>Cash flow from financing activities</b>		
Long term finances repaid	-	(75,000)
Short term finances - net	2,027,569	863,219
Lease liabilities - net	(4,807)	(3,954)
Finance cost paid	(168,390)	(249,872)
Dividend paid	(57,477)	(48,648)
<b>Net cash generated from financing activities</b>	1,796,895	485,745
<b>Net increase in cash and cash equivalent</b>	58,857	36,306
<b>Cash and cash equivalents</b> - at beginning of the period	51,526	58,606
<b>Cash and cash equivalents</b> - at end of the period	110,383	94,912

The annexed notes form an integral part of these condensed interim financial statements.

  
**Lt Col ABDUL KHALIQ KHAN (Retd)**  
 Chief Executive

  
**SALMAN HAYAT NOON**  
 Director

  
**RIZWAN SOHAIL**  
 Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2021

	Reserves					
	Share Capital	Capital	Revenue			
		Share premium	General	Un- appropriated profits	Sub-total	Total
----- Rupees in '000 -----						
Balance as at October 01, 2019 (Audited)	165,175	119,217	130,000	514,449	763,666	928,841
Cash dividend at the rate of Rs.3.00 per ordinary share for the year ended September 30, 2019	-	-	-	(49,552)	(49,552)	(49,552)
Total comprehensive income for the period	-	-	-	201,700	201,700	201,700
<b>Balance as at June 30, 2020 (Un-Audited)</b>	<b>165,175</b>	<b>119,217</b>	<b>130,000</b>	<b>666,597</b>	<b>915,814</b>	<b>1,080,989</b>
Balance as at October 01, 2020 (Audited)	165,175	119,217	130,000	718,618	967,835	1,133,010
Cash dividend at the rate of Rs.3.50 per ordinary share for the year ended September 30, 2020	-	-	-	(57,811)	(57,811)	(57,811)
Total comprehensive income for the period	-	-	-	160,815	160,815	160,815
<b>Balance as at June 30, 2021 (Un-Audited)</b>	<b>165,175</b>	<b>119,217</b>	<b>130,000</b>	<b>821,622</b>	<b>1,070,839</b>	<b>1,236,014</b>

The annexed notes form an integral part of these condensed interim financial statements.

  
**Lt Col ABDUL KHALIQ KHAN (Retd)**  
Chief Executive

  
**SALMAN HAYAT NOON**  
Director

  
**RIZWAN SOHAIL**  
Chief Financial Officer

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2021

### I. LEGAL STATUS AND NATURE OF BUSINESS

Noon Sugar Mills Limited (the Company) was incorporated in the year 1964 as a Public Company and its shares are quoted on the Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of white sugar and spirit.

**I.1** Geographical location and addresses of major business units including mills / plant of the Company are as under:

<b>Sargodha</b>	<b>Purpose</b>
Bhalwal	Mills / Production plant
<b>Lahore</b> 66-Garden Block, New Garden Town, Lahore.	Head office
<b>Karachi</b> 1st Floor, P.I.I.A Building, Mulana Deen Muhammad Wafai Road,	Marketing office

### 2. BASIS OF PREPARATION

#### 2.1 Statement of compliance

**2.1.1** These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standards (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**2.1.2** These condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended September 30, 2020. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

**2.2 New standards, amendments to approved accounting standards and interpretations that are effective during the period**

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on October 01, 2020 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

**2.3 Accounting policies**

All the accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of annual financial statements for the year ended September 30, 2020.

**3. ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of condensed interim financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended September 30, 2020.

**4. SEASONALITY OF OPERATIONS**

The Company is inter-alia engaged in manufacturing of sugar for which the season begins in November / December and ends in March / April. Therefore, majority of expenses are incurred and production activities are undertaken in the first half of the Company's financial year thus increasing volume of inventories, trade payables and borrowings at the end of first half.

**5. TRADE AND OTHER PAYABLES**

Balance as at June 30, 2021 mainly includes trade creditors aggregating Rs.331.055 million (September 30, 2020:Rs. 173.042 million).

		<b>Un-Audited June 30 2021</b>	Audited September 30, 2020
		-- Rupees in '000 --	
<b>6. SHORT TERM FINANCES</b>	<b>Note</b>		
From banking companies - secured	6.1	<b>3,862,369</b>	1,831,549
From a related party - unsecured	6.2	<b>433,500</b>	433,500
Temporary bank overdraft	6.3	<b>9,296</b>	12,547
		<b><u>4,305,165</u></b>	<b><u>2,277,596</u></b>

**6.1** Short term finance facilities available from various commercial banks under mark-up arrangements aggregate to Rs.5.075 billion (September 30,2020:Rs.4.250 billion).These finance facilities, during the current period, carried mark-up at the rates ranging from 3.00% to 10.91% (September 30, 2020: 3.00% to 16.80%) per annum. The aggregate finance facilities are secured against charge over plant & machinery, pledge of refined sugar in bags, charge over current assets, lien over import & export documents. These facilities are expiring on various dates by February, 2022.

**6.2** The Company has obtained this short term loan from one of its related party Mr. Adnan Hayat Noon (sponsor) to meet its working capital requirements. This loan is interest free and is payable by the Company upon availability of funds.

**6.3** This has arisen due to issuance of cheques in excess of available balance with bank.

## 7. CONTINGENCIES AND COMMITMENTS

**7.1** There has been no significant change in the status of contingencies as detailed in note 14 to the Company's annual audited financial statements for the year ended September 30, 2020.

**7.2** Commitments in respect of letters of credit at the period-end aggregate to Rs. 110.865 million (September 30,2020:Rs. Nil).

**7.3** Aggregate commitments for rentals under Ijarah arrangement as at reporting date are as follows:

	<b>Un-Audited June 30, 2021</b>	Audited September 30, 2020
		-- Rupees in '000 --
Not later than one year	<b>1,035</b>	3,226
Later than one year but not later than five years	<b>200</b>	1,091
	<b><u>1,235</u></b>	<b><u>4,317</u></b>



		<b>Un-Audited June 30, 2021</b>	Audited September 30, 2020
	<b>Note</b>	<b>-- Rupees in '000 --</b>	
<b>8. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	8.1	1,268,219	1,355,615
Capital work-in-progress - at cost		242,247	152,307
Right-of-use assets	8.2	10,826	13,324
		<u>1,521,292</u>	<u>1,521,246</u>
<b>8.1 Operating fixed assets</b>			
Book value at the beginning of the period / year		1,355,615	1,452,618
Additions during the period / year	8.1.1	23,822	76,004
Disposal of assets costing Rs.3.810 million (September 30, 2020: Rs. Nil) - at book value		(1,843)	-
Reclassification due to adoption of IFRS 16 - at book value		-	(17,766)
Depreciation charge for the period / year		(109,375)	(155,241)
Book value at the end of the period / year		<u>1,268,219</u>	<u>1,355,615</u>
<b>8.1.1 Additions to operating fixed assets, including transfer from capital work-in-progress, during the period / year:</b>			
Plant and machinery		2,932	24,812
Laboratory equipment		480	3,307
Other equipment		15	1,480
Electric installations and fittings		5,272	7,430
Tubewell		1,348	258
Office equipment		1,341	1,301
Furniture and fixture		2,323	150
Vehicles - owned		6,176	13,289
Farm tractors		-	9,379
Farm equipment		3,935	14,598
		<u>23,822</u>	<u>76,004</u>

	<b>Un-Audited June 30, 2021</b>	<b>Audited September 30, 2020</b>
<b>Note</b>	<b>-- Rupees in '000 --</b>	
<b>8.2 Right-to-use assets</b>		
Opening balance	<b>13,324</b>	-
Transfer from operating fixed assets - at book value	-	17,766
Depreciation for the period / year	<b>(2,498)</b>	<b>(4,442)</b>
	<b><u>10,826</u></b>	<b><u>13,324</u></b>
<b>9. STOCK-IN-TRADE</b>		
Raw material - molasses	<b>415,170</b>	-
Work-in-process	<b>57,010</b>	34,269
Finished goods	<b>2,857,042</b>	971,349
Other stocks - (fair price shop and depot)	<b>1,050</b>	544
	<b><u>3,330,272</u></b>	<b><u>1,006,162</u></b>

9.1 Finished goods inventory mainly includes sugar stock costing Rs.2,654.469 million (September 30, 2020: Rs.733.673 million).

## 10. SALES - Net

10.1 Detail of the Company's revenue from contract with customers is as follows:

	<b>Quarter ended</b>		<b>Nine months period ended</b>	
	<b>June 30, 2021</b>	June 30, 2020	<b>June 30, 2021</b>	June 30, 2020
<b>----- Rupees in '000 -----</b>				
<b>Local</b>				
Sugar	<b>1,578,291</b>	861,581	<b>4,226,777</b>	2,382,734
Spirit	<b>78,199</b>	233,969	<b>163,325</b>	550,366
	<b>1,656,490</b>	1,095,550	<b>4,390,102</b>	2,933,100
<b>Export</b>				
Spirit	<b>834,201</b>	744,000	<b>2,336,751</b>	1,260,316
	<b><u>2,490,691</u></b>	<u>1,839,550</u>	<b><u>6,726,853</u></b>	<u>4,193,416</u>

**10.2** All the contracts were under one performance obligation and revenue has been recognised at the point of time when the goods have been transferred to the customers.

## 11. TAXATION

Provision for taxation, made during the current period, represent minimum tax payable under section 113 and final tax deducted at source on realisation of foreign exchange proceeds under section 154 of the Income Tax Ordinance, 2001.

## 12. SEGMENT INFORMATION

The Company's reportable segments are Sugar and Distillery.

### 12.1 Segment revenues and results

	Sugar	Distillery	Elimination of inter segment transactions	Total
----- Rupees in '000 -----				
<b>For the Nine months period ended June 30, 2021 (Un-Audited)</b>				
Sales - net	5,004,747	2,500,076	(777,970)	6,726,853
Cost of sales	(4,634,660)	(2,130,020)	777,970	(5,986,710)
Gross profit	370,087	370,056	-	740,143
Selling and distribution expenses	(8,994)	(150,410)	-	(159,404)
Administrative expenses	(115,175)	(40,843)	-	(156,018)
<b>Profit before taxation and unallocated income and expenses</b>	<b>245,918</b>	<b>178,803</b>	<b>-</b>	<b>424,721</b>
<b>Unallocatable income and expenses:</b>				
Other income				49,640
Other expenses				(16,780)
Finance cost				(208,903)
Taxation				(87,863)
<b>Profit for the period</b>				<b>160,815</b>

	Sugar	Distillery	Elimination of inter segment transactions	Total
----- Rupees in '000 -----				
<b>For the Nine months period ended June 30, 2020 (Un-Audited)</b>				
Sales - net	2,845,213	1,810,682	(462,479)	4,193,416
Cost of sales	(2,614,484)	(1,224,555)	462,479	(3,376,560)
Gross profit	230,729	586,127	-	816,856
Selling and distribution expenses	(21,553)	(115,439)	-	(136,992)
Administrative expenses	(97,296)	(34,948)	-	(132,244)
<b>Profit before taxation and unallocated income and expenses</b>	<b>111,880</b>	<b>435,740</b>	<b>-</b>	<b>547,620</b>
<b>Unallocatable income and expenses:</b>				
Other income				11,874
Other expenses				(25,586)
Finance cost				(275,930)
Taxation				(56,278)
<b>Profit for the period</b>				<b>201,700</b>

## 12.2 Segment assets and liabilities

	Sugar	Distillery	Total
----- Rupees in '000 -----			
<b>As at June 30, 2021 (Un-Audited)</b>			
Segment assets	4,721,949	1,053,507	5,775,456
Unallocatable assets			890,982
<b>Total assets as per statement of financial position</b>			<b>6,666,438</b>
Segment liabilities	3,245,370	1,205,277	4,450,647
Unallocatable liabilities			979,777
<b>Total liabilities as per statement of financial position</b>			<b>5,430,424</b>
<b>As at September 30, 2020 (Audited)</b>			
Segment assets	2,472,337	1,522,315	3,994,652
Unallocatable assets			278,739
<b>Total assets as per statement of financial position</b>			<b>4,273,391</b>
Segment liabilities	461,861	33,042	494,903
Unallocatable liabilities			2,645,478
<b>Total liabilities as per statement of financial position</b>			<b>3,140,381</b>

### 12.3 Geographical information

All segments of the Company are managed on nation-wide basis and operate manufacturing facilities and sale offices in Pakistan.

### 13. TRANSACTIONS WITH RELATED PARTIES

The Company has related party relationship with its Associated Companies, associated persons, employee benefit plan, its directors and key management personnel.

Transactions with related parties are carried-out on arm's length basis.

13.1 Aggregate transactions with related parties, during the current period, were as follows:

Relationship	Nature of transactions	Un-Audited Nine months period ended	
		June 30, 2021	June 30, 2020
-- Rupees in '000 --			
Associated Company	Sales of sugar	35,902	37,549
Relative of director	Interest free loan obtained	-	450,000
	Consultancy paid	7,650	7,183
Directors and Key management personnel	Remuneration and other benefits	27,506	24,583

13.2 Period / year end balances are as follows:

	Un-Audited June 30, 2021	Audited September 30, 2020
-- Rupees in '000 --		
Trade debts	3,665	12,280

### 14. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

There has been no change in the Company's sensitivity to these risks since September 30, 2020, except for the change in exposure from liquidity risks due to increase in borrowings and general exposure due to fluctuations in foreign currency and interest rates. There have been no change in risk management objectives and policies of the Company during the current period.

These condensed interim financial statements does not include all financial risk management information and disclosures as required in the audited annual financial statements and should be read in conjunction with the Company's annual audited financial statement as at September 30, 2020.

## 15. FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

Fair values categorised into different levels in a fair value hierarchy based on the inputs used in the valuation technique are as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

## 16. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended September 30, 2020, whereas, the condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Company for the nine months period ended June 30, 2020.

## 17. GENERAL

**17.1** These condensed interim financial statements have been authorised for issue by the Board of Directors of the Company on July 29, 2021.

**17.2** Figures have been rounded off to the nearest thousand except stated otherwise.



**Lt Col ABDUL KHALIQ KHAN (Retd)**  
Chief Executive



**SALMAN HAYAT NOON**  
Director



**RIZWAN SOHAIL**  
Chief Financial Officer

## مستقبل کی پیش گوئی

### چینی کا شعبہ

گنے کی فصل سے پرکشش منافع نے کاشتکاروں کو راغب کیا ہے اور اس نفاذ اور فصل کاشت کرنے کی جانب ان کا رجحان سامنے آیا ہے۔ گنے کا حتمی سروے زیر عمل ہے اور گنے کی کاشت کے رقبے میں اضافہ اور فصل، دونوں میں متواتر بہتری دیکھی گئی ہے۔

وفاقی اور صوبائی حکومتیں گنے اور چینی کی خوردہ قیمتوں پر قابو پانے کے لیے سخت انتظامی اور قانونی اقدامات کے ذریعے چینی کی صنعت پر مستقل ناجائز دباؤ ڈال رہی ہیں۔ چینی کو بیلر ٹیکس کے تیسرے شیڈول میں رکھنا چینی کی سپلائی چین کی بھی حوصلہ شکنی کرے گا اور صارفین پر ٹیکس کا بوجھ بڑھا دیا ہے۔


گنے کی قیمت کی فوری ادائیگی اور آپ کی انتظامیہ کی جانب سے کاشتکاروں کو زرعی آلات کی فراہمی اور فیلڈ ٹریٹنگ کے ذریعے گنے کی فصل کے اخراجات اور دوران کاشت معاونت کی مسلسل فراہمی سے کاشتکاروں کے ساتھ ہمارے تعلقات کو تقویت ملی ہے جس کی وجہ سے اگلے سیزن میں گنے کی مسلسل فراہمی میں آسانی ہوگی۔


### ڈسٹری کا شعبہ

انتھنول کی کم قیمتوں اور خام مال کی قیمت میں اضافے کی وجہ سے ڈسٹری ڈویژن کے منافع میں فوری کمی دیکھنے میں آئی ہے۔ تاہم آپ کی انتظامیہ اس شعبے کے منافع کو بہتر بنانے کے لیے مسلسل اقدامات کر رہی ہے۔ ہمیں امید ہے کہ لاگت میں بچت کے اقدامات اور پیداوار میں اضافہ کے ساتھ آخری سہ ماہی میں اس شعبے کے منافع میں بہتری آئے گی۔

### اعتراف

بورڈ کمپنی کے لیے مسلسل اور انمول تعاون کے لیے تمام وابستگان کا شکر گزار ہے۔ بورڈ کمپنی کے تمام ملازمین کی جانب سے لگن، توجہ اور محنت سے کی گئی ان کی تمام کاوشوں کے لیے اپنی ستائش کو بھی ریکارڈ پر لانا پسند کرتا ہے۔

  
سلمان حیات نون  
ڈائریکٹر

  
لیفٹیننٹ کرمل عبدالحق خان (ریٹائرڈ)  
چیف ایگزیکٹو

لاہور : 29 جولائی، 2021

نوماہی عرصہ 30 جون، 2020	نوماہی عرصہ 30 جون، 2021	دن	پیداواری عرصہ
105	121		
543,477	863,552	میٹرک ٹن	گنا نیلے جانے کی مقدار
52,788	82,710	میٹرک ٹن	چینی کی پیداوار
9.71	9.60	شرح فیصد	رس سے چینی کی پیداواری اوسط
4.48	4.30	شرح فیصد	شیرے کی پیداواری شرح
24,341	37,033	میٹرک ٹن	شیرے کی پیداوار

رواں کرشنگ سیزن کا آغاز 15 نومبر 2020 کو ہوا۔ آپ کی ملز نے 121 دنوں کے عرصہ میں 9.60 فیصد شرح کشید کے ساتھ 863,552 میٹرک ٹن گنا نیلے کر 82,710 میٹرک ٹن چینی پیدا کی جبکہ سابقہ سال 105 دنوں تک 9.71 فیصد شرح کشید کے ساتھ 543,477 میٹرک ٹن گنا نیلے کر 52,788 میٹرک ٹن چینی پیدا ہوئی تھی۔

آپ کی انتظامیہ کی مستقل کوششوں کے نتیجے میں گنے کی فراہمی بہتر ہوئی اور اسی لیے گنے کی نمایاں اضافی مقدار کو بیلا گیا۔ تاہم کرشنگ سیزن میں گنے کی قیمت خرید کافی زیادہ رہی اور چینی کی بازیابی میں معمولی کمی کے نتیجے میں چینی کی پیداواری لاگت میں اضافہ ہوا۔

### ڈسٹری کا شعبہ

زیر جائزہ سال اور سابقہ سال کے عرصہ میں ڈسٹری کے شعبے میں پیداواری نتائج کے اعداد و شمار کا تقابلی گوشوارہ حسب ذیل ہے:

نوماہی عرصہ 30 جون، 2020	نوماہی عرصہ 30 جون، 2021	دن	پیداواری عرصہ
263	208		
73,676	98,153	میٹرک ٹن	شیرہ پراسس کیا گیا
14,680	19,369	میٹرک ٹن	اتھنول کی پیداوار
249	247	لیٹر فی میٹرک ٹن	پیداواری اوسط

ڈسٹری پلانٹ نے 208 دنوں میں 247 لیٹر اتھنول فی میٹرک ٹن شیرہ کی اوسط پیداواری شرح سے 98,153 میٹرک ٹن شیرہ پراسس کر کے 19,369 میٹرک ٹن اتھنول پیدا کی جبکہ سابقہ سال کے اسی عرصہ کے دوران 263 دنوں میں 249 لیٹر اتھنول فی میٹرک ٹن شیرہ کی اوسط پیداواری شرح سے 73,676 میٹرک ٹن شیرہ پراسس کر کے 14,680 میٹرک ٹن اتھنول پیدا کی گئی تھی۔



## جائزہ ازال ڈائریکٹران

معزز ممبران،

نون شوگر ملز لیمیٹڈ کے ڈائریکٹران 30 جون، 2021 کو اختتام پزیر ہونے والے نو ماہی عرصہ کے لیے غیر آڈٹ شدہ عبوری مالیاتی بیانات پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

### مالیاتی نتائج

30 جون، 2020 کے مقابل 30 جون، 2021 کو اختتام پزیر ہونے والے نو ماہی عرصہ کے غیر آڈٹ شدہ مالیاتی نتائج کا موازنہ حسب ذیل ہے:

نو ماہی عرصہ 30 جون، 2020	نو ماہی عرصہ 30 جون، 2021	
(ملین روپے)	(ملین روپے)	
4,193	6,727	پیداوار کی فروخت سے حاصل شدہ کل رقم
817	740	خام منافع
258	249	قبل از ٹیکس آمدنی
(56)	(88)	ٹیکس
202	161	بعد از ٹیکس آمدنی
12.21	9.74	نی حصہ آمدن (روپے)

سابقہ سال کے اسی عرصہ میں مصنوعات کی فروخت سے حاصل شدہ کل رقم 4,193 ملین روپے کے مقابلے میں کمپنی نے زیر جائزہ عرصہ کے دوران 6,727 ملین روپے کا حصول کیا۔ گزشتہ سال کے تقابلی عرصہ میں حاصل کردہ 817 ملین روپے کے مقابلے میں خام منافع 740 ملین روپے رہا۔ رپورٹنگ کے عرصہ کے دوران بعد از ٹیکس منافع گزشتہ سال کے 202 ملین روپے کے مقابلے میں 161 ملین روپے رہا اور فی حصہ منافع 9.74 روپے رہا جو گزشتہ سال کے اسی عرصہ میں 12.21 روپے فی حصہ تھا۔

### پیداواری نتائج

### چینی کا شعبہ

زیر جائزہ سال اور سابقہ سال کے عرصہ میں چینی کے شعبے میں پیداواری نتائج کے اعداد و شمار کا تقابلی گوشوارہ حسب ذیل ہے: